

Message Text

CONFIDENTIAL

PAGE 01 NEW DE 00197 050356Z

62

ACTION NEA-12

INFO OCT-01 ISO-00 DRC-01 RSC-01 /015 W

----- 023527

R 041830Z JAN 74

FM AMEMBASSY NEW DELHI

TO SECSTATE WASHDC 8836

C O N F I D E N T I A L NEW DELHI 0197

STADIS//////////

FOR ASSISTANT SECRETARY SISCO FROM AMBASSADOR MOYNIHAN

E.O. 11652: GDS

TAGS: EAID, EFIN

SUBJECT: AID MONEY

REF: STATE 000661

1. THANKS SO MUCH FOR HELPING WITH AID. THERE ARE TWO ESSENTIAL POINTS WE WOULD ADVANCE FIRST, WITH ONE SIXTH OF THE WORLD'S POPULATION AND GOD KNOWS A SIXTH OF ITS POVERTY IT IS INCONCEIVABLE TO US THAT INDIA SHOULD QUIETLY BE DEALT OUT OF THE AID PICTURE, WITHOUT SO MUCH AS A BY YOUR LEAVE TO THE EMBASSY INVOLVED. I WAS SENT OUT HERE BY THE PRESIDENT TO, AMONG OTHER, RESUME THE AMERICAN AID PROGRAM IN INDIA. I HAVE NOT BEEN OTHER WISE INSTRUCTED EITHER BY HIM OR THE SECRETARY AND ACCORDINGLY FEEL I AM CARRYING OUT ORDERS IN INSISTING THAT INDIA BE ALLOCATED THE SCARCELY PROPORTIONATE SUM OF WHICH WE HAVE SPOKEN. ANY ALTERNATIVE WOULD PLACE ME PERIOUSLY CLOSE TO THE POSITION OF BARGAINING IN BAD FAITH.

2. OUR SECOND POINT IS ONE I KNOW WILL COMMEND ITSELF TO YOU. BUREAUCRACIES HAVE A WAY OF KILLING POLICY. NOTE THAT AT YEAR END THE PRESIDENT IN A LETTER TO PRIME MINISTER GANDHI AND THE SECRETARY IN HIS YEAR END PRESS CONFERENCE BOTH POINTED TO THE RUPEE SETTLEMENT AS AN EVENT OF CONSIDERABLE CONSEQUENCE IN MOVING INDO-AMERICAN RELATIONS

CONFIDENTIAL

PAGE 02 NEW DE 00197 050356Z

IN THE DIRECTION THEY DESIRE. LEFT TO ITS OWN DEVICES,

HOWEVER, THE BUREAUCRACY WOULD HAVE PREVENTED ANY SUCH SETTLEMENT. INDEED THE SYSTEM HAD EFFECTIVELY DESTROYED ANY POSSIBILITY OF A SETTLEMENT WHEN I RETURNED TO WASHINGTON LAST JUNE TO CONSULT WITH YOU, THE SECRETARY AND THE PRESIDENT. THIS IS NOT ANYONE'S FAULT, BUT IT IS A SYSTEMIC CHARACTERISTIC WHICH THOSE OF US DIRECTLY RESPONSIBLE TO THE PRESIDENT AND THE SECRETARY MUST STRUGGLE AGAINST. IN MY EXPERIENCE IT IS NO DIFFERENT IN DOMESTIC AREAS. IT IS SIMPLY A THERMODYNAMIC QUALITY OF LARGE SYSTEMS: ENERGY DISSIPATES AND IS CONSERVED. NOTHING HAPPENS.

3. JUST THINK HOW SOON YOU WILL BE WELL RID OF ALL THIS. WARM REGARDS AND HAPPY NEW YEAR.
MOYNIHAN

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, FOREIGN ASSISTANCE
Control Number: n/a
Copy: SINGLE
Draft Date: 04 JAN 1974
Decaption Date: 28 MAY 2004
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974NEWDE00197
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: n/a
From: NEW DELHI
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740162/aaaacggv.tel
Line Count: 76
Locator: TEXT ON-LINE
Office: ACTION NEA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: STADIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: STADIS
Reference: STATE 000661
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 14 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14-Aug-2002 by boyleja>; APPROVED <13 DEC 2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: AID MONEY
TAGS: EAID, EFIN, IN
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005